GOVERNMENT OF ANDHRA PRADESH

ABSTRACT

Resource Mobilisation - Government Guarantee – APPFCL – Availing of Loan of Rs.500.00 Cr (Rupees Five hundred crores only) from Indian Overseas Bank, Chandramouli Nagar Branch, Guntur – Orders – Issued.

ENERGY (POWER-III) DEPARTMENT

G.O.Ms.No.8 **Dated:21.08.2021**

Read the following:

1. G.O.Ms.No.22, Finance & Planning (Finance Wing: BG-II) Department, dt: 01.02.1996.
2. G.O.Ms.No.10, Energy (Power-III) Department, dt: 30.03.2020.
3. G.O.Ms.No.12, Energy (Power-III) Department, dt: 31.03.2020.
4. G.O.Ms.No.24, Energy (Power-III) Department, dt: 28.09.2020.
5. G.O.Ms.No.27, Energy (Power-III) Department, dt: 08.12.2020
6. From the Managing Director, APPFCL, Vijayawada, Lr.No.MD /CFO/ APPFCL/ D. No.197/2021, dt: 28.07.2021.
7. G.O.Ms.No.6, Energy (Power-III) Department, dt: 30.07.2021.
8. From the Managing Director, APPFCL, Vijayawada, Lr.No.MD /CFO/ APPFCL/ D. No.210/2021, dt: 30.07.2021.

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O R D E R:

In the reference 2nd read above, Government have extended Guarantee to A.P. Power Finance Corporation Ltd., for an amount of Rs.6000.00 Cr for raising loans or bonds from Banks /Financial Institutions for the needs of Power Sector Utilities of State Government. Accordingly, Government have extended Guarantee to APPFCL for availing Term Loan of Rs.2000.00 Cr vide reference 3rd read above and Rs.1000.00 Cr vide

reference 4th read above from Bank of India, Vijayawada and Rs.750.00 Cr vide reference 5th read above from Bank of Baroda, Vijayawada.

2. On the request of the Managing Director, APPFCL, Vijayawada in the reference 6th read above, Govt., have issued orders to extend Guarantee to APPFCL for availing Term Loan of Rs.500.00 Cr (Rupees five hundred crores only) from Indian Overseas Bank, Vijayawada Branch for onward lending to APDISCOMs, vide G.O.7th read above.

3. In the reference 8th read above, the Managing Director, APPFCL, Vijayawada has requested the Government to issue an order to stand as guarantee in favour of Indian Overseas Bank, Chandramouli Nagar Branch, Guntur totaling to Rs. 500.00 Crs to avail the term loan for onward lending to AP State Power Utilities and also requested to issue the Unconditional and Irrevocable Guarantee, covering repayment of both principal and Interest for the entire term of the sanctioned term loan and execute the deed of Govt. Guarantee on behalf of the Principal Secretary to Government, Finance department, Govt. of Andhra Pradesh for Rs.500.00 Crs for obtaining a term Loan by APPFCL from Indian Overseas Bank, Chandramouli Nagar Branch, Guntur.

4. After careful examination of the matter, in cancellation of the orders issued in the reference 7th read above, Government hereby extend Guarantee to APPFCL for availing Term Loan of Rs.500.00 Cr (Rupees five hundred crores only) from Indian Overseas Bank, Chandramouli Nagar Branch, Guntur for onward lending to APDISCOMs.

5. This orders issues with the concurrence of the Finance department as already given vide U.O.No.BUDT0DSM/4/2020-CDM, Dt: 26.03.2020.

6. The Managing Director, A.P. Power Finance Corporation Limited, Vijayawada shall take necessary action accordingly.

(BY ORDER AND IN THE NAME OF THE GOVERNOR OF ANDHRA PRADESH)

SRIKANT NAGULAPALLI

SECRETARY TO GOVERNMENT

To

The Managing Director,

A.P.Power Finance Corporation Limited, Vijayawada.

Copy to:

The Chairman & Managing Director, APTRANSCO &
Chairman, APPCC, Vijayawada.
The Assistant Secretary to Govt.,

& Drawing & Disbursing Officer, Energy Department.

The Energy (OP) Department.

The Director of Treasuries and Accounts, Vijayawada.

The Pay & Accounts Officer, A.P., Ibrahimpatnam.

The Principal Accountant General (A&E), A.P., Hyderabad.

The Finance (Budget-I) Department.

SF/SC. (File No.ENE01/227(1)/2020- Comp.No.1132579).

//FORWARDED::BY::ORDER//

SECTION OFFICER

Signed by Vagicharla
Satyam
Date: 21-08-2021 15:28:10
Reason: Approved